GOVERNMENT OF INDIA
TEXTILES
LOK SABHA

UNSTARRED QUESTION NO:1797
ANSWERED ON:08.08.2006
EXTENSION IN PERIOD OF TUFS
Boianapalli Shri Vinod Kumar

Will the Minister of TEXTILES be pleased to state:

(a) whether the Government has recently issued directions to the TUFS, allied agencies/Banks not to process any fresh loans under Technology Upgradation Fund Scheme (TUFS);

(b) if so, the reasons therefor;

(c) whether a number of textile units particularly Small Scale textile units have represented the Government to extend the period of TUFS beyond March 31, 2007; and

(d) if so, the reasons for premature closure of the Scheme before expiry of period?

Answer

MINISTER OF STATE IN THE MINISTRY OF TEXITLES (SHRI E.V.K.S. ELANGOVAN)

(a) to(d) : In view of paucity of Budget provisions under TUFS for the current year, the Government had directed the nodal agencies / nodal banks / co-opted PLIs under TUFS regarding stoppage of fresh sanctions under TUFS w.e.f. 6th July 2006. However, on 21.07.2006 this direction has been withdrawn in view of assurance from the Ministry of Finance to provide more funds`.